

CITY OF SALISBURY NORTH CAROLINA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2000

MAYOR, CITY COUNCIL, AND CITY OFFICIALS

MAYOR AND CITY COUNCIL

Susan W. Kluttz - Mayor

Paul B. Woodson, Jr. - Mayor Pro-tem

William R. Burgin

William R. Kennedy

R. Scott Maddox

OFFICIALS

David W. Treme
City Manager

John A. Sofley, Jr.
Finance Director

Report Prepared By

City Finance Department

John A. Sofley, Jr. - Finance Director
S. Wade Furches - Accounting Manager
Teresa P. Harris – Budget and Performance Management Manager
Michael D. West - Productivity Analyst
Mark D. Drye – Accountant
Myra B. Heard - Finance Specialist
C. Michael Crowell – Technology Services Manager
Dewey D. Peck - Purchasing Agent
Clara A. Bost - Customer Service Supervisor



Introductory Section

C O N T E N T S

	Page
INTRODUCTORY SECTION	
Table of contents	1 - 3
Letter of transmittal	4 - 21
GFOA Certificate of Achievement	22
Organizational chart	23
List of principal officials	24
Facts and information about the City of Salisbury, North Carolina	25 - 27
 FINANCIAL SECTION	
INDEPENDENT AUDITOR'S REPORT	31
 GENERAL PURPOSE FINANCIAL STATEMENTS	
A-1 Combined balance sheet - all fund types, account groups, and discretely presented component unit	32 - 35
A-2 Combined statement of revenues, expenditures, and changes in fund balances - all governmental fund types, and discretely presented component unit	36 - 37
A-3 Combined statement of revenues, expenditures, and changes in fund balances - budget and actual - general fund and special revenue fund	38 - 39
A-4 Combined statement of revenues, expenses, and changes in retained earnings - all proprietary funds	40
A-5 Combined statement of cash flows - all proprietary fund types	41
A-6 Statement of changes in plan net assets - pension trust fund	42
A-7 Notes to financial statements	43 - 62
 REQUIRED SUPPLEMENTAL FINANCIAL DATA	
A-8 Law enforcement officers' special separation allowance - schedule of funding progress	65
A-9 Law enforcement officers' special separation allowance - schedule of employer contributions	66
 SUPPLEMENTARY INFORMATION	
Combining and individual fund and account group financial statements and schedules	
 General Fund:	
B-1 Comparative balance sheets	71
B-2 Statement of revenues, expenditures, and changes in fund balance - budget and actual	72
B-3 Schedule of revenues and other financing sources - budget and actual	73
B-4 Schedule of expenditures and other financing uses - budget and actual	74
 Special revenue fund:	
C-1 Comparative balance sheets - Community Development Fund	77
C-2 Statement of revenues, expenditures, and changes in fund balance - budget and actual - Community Development Fund	78

C O N T E N T S

	Page
Capital projects fund:	
D-1 Comparative balance sheets	81
D-2 Statement of revenues, expenditures, and changes in fund balance - budget and actual	82
Enterprise funds:	
E-1 Combining balance sheet	85
E-2 Combining statement of revenues, expenses, and changes in retained earnings	86
E-3 Combining statement of cash flows	87
Water and Sewer Fund:	
E-4 Comparative balance sheets	88
E-5 Schedule of revenues and expenses - budget and actual (non-GAAP, modified accrual basis)	89
E-6 Comparative statements of cash flows	90
E-7 Capital projects fund - Schedule of revenues and expenses - budget and actual (non-GAAP)	91
Mass Transit Fund:	
E-8 Comparative balance sheets	92
E-9 Schedule of revenues and expenses - budget and actual (non-GAAP, modified accrual basis)	93
E-10 Comparative statements of cash flows	94
Internal service funds:	
F-1 Combining balance sheet	97
F-2 Combining statement of revenues, expenses, and changes in retained earnings	98
F-3 Combining statement of cash flows	99
Workers' Compensation Fund:	
F-4 Comparative balance sheets	100
F-5 Comparative statements of revenues, expenses, and changes in retained earnings	101
F-6 Comparative statements of cash flows	102
Employee Health Care Fund:	
F-7 Comparative balance sheets	103
F-8 Comparative statements of revenues, expenses, and changes in retained earnings	104
F-9 Comparative statements of cash flows	105
Trust and Agency funds:	
G-1 Combining balance sheet	110 - 111
Pension trust fund - Law Officers' Separation Allowance Fund	
G-2 Comparative balance sheets	112
Agency funds:	
G-3 Combining statement of changes in assets and liabilities	113

C O N T E N T S

	Page
General fixed asset account group:	
H-1 Schedule of general fixed assets by function and activity	117
Other schedules:	
I-1 Property taxes receivable	121
I-2 Analysis of current tax levy	122
I-3 Schedule of cash and investment balances	123
I-4 Schedule of interfund transfers	124

STATISTICAL SECTION

Table 1	General governmental expenditures by function - last ten fiscal years	127
Table 2	General governmental revenues by source - last ten fiscal years	128
Table 3	Tax revenue by source - last ten fiscal years	129
Table 4	Property tax levies, tax collections and credits - last ten fiscal years	130
Table 5	Assessed value of taxable property - last ten fiscal years	131
Table 6	Property tax levies and tax rates - direct and overlapping governments - last ten fiscal years	132
Table 7	Computation of direct and overlapping debt	133
Table 8	Computation of legal debt margin	134
Table 9	Schedule of principal taxpayers	135
Table 10	Ratio of annual debt service expenditures for general bonded debt to total general expenditures - last ten fiscal years	136
Table 11	Ratio of net general bonded debt to assessed value and net bonded debt per capita - last ten fiscal years	137
Table 12	Property value, construction, and bank deposits - last ten fiscal years	138
Table 13	Miscellaneous statistics	139
Table 14	Demographic statistics	140

COMPLIANCE SECTION

<p>INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i></p>	143
<p>INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND THE STATE SINGLE AUDIT IMPLEMENTATION ACT</p>	144 - 145
<p>INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR STATE PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND THE STATE SINGLE AUDIT IMPLEMENTATION ACT</p>	146 - 147
<p>Schedule of Expenditures of Federal and State Awards</p>	148 - 149
<p>SCHEDULE OF FINDINGS AND QUESTIONED COSTS</p>	150
<p>SCHEDULE OF PRIOR AUDIT FINDINGS</p>	151